

CUMBERLAND COUNTY SCHOOL DISTRICT

STATEMENT OF NET ASSETS

DISTRICT WIDE

As of June 30, 2012

| ASSETS | Governmental Activities | Business-type Activities | Total |
|---|------------------------------------|-------------------------------------|----------------------|
| Current Assets | | | |
| Cash and cash equivalents | \$ 1,496,721 | \$ 197,655 | \$ 1,694,376 |
| Investments | 500,000 | - | 500,000 |
| Other receivables | 254,358 | 2,854 | 257,212 |
| Inventory | - | 10,280 | 10,280 |
| Prepays | 1,166 | - | 1,166 |
| Bond Issuance Cost | 5,032 | - | 5,032 |
| Total current assets | 2,257,277 | 210,789 | 2,468,066 |
| Non-current Assets | | | |
| Land | 175,321 | - | 175,321 |
| Land Improvements | 665,254 | - | 665,254 |
| Buildings and improvements | 13,291,654 | 38,206 | 13,329,860 |
| Furniture and equipment | 3,057,304 | 498,431 | 3,555,735 |
| Construction in progress | 2,808,260 | - | 2,808,260 |
| Less: Accumulated depreciation | (6,017,665) | (196,598) | (6,214,263) |
| Total non-current assets | 13,980,128 | 340,039 | 14,320,167 |
| Total assets | \$ 16,237,405 | \$ 550,828 | \$ 16,788,233 |
| LIABILITIES | | | |
| Current Liabilities | | | |
| Accounts payable | \$ 19,621 | \$ 6,006 | \$ 25,627 |
| Deferred revenue | 268,106 | 2,534 | 270,640 |
| Interest payable | 373,710 | - | 373,710 |
| Current portion of long-term obligations | 671,699 | - | 671,699 |
| Current portion of KISTA obligations | 52,576 | - | 52,576 |
| Current portion of sick-leave | 42,389 | - | 42,389 |
| Total current liabilities | 1,428,101 | 8,540 | 1,436,641 |
| Non-current Liabilities | | | |
| Non-current portion of long-term obligation | 11,891,602 | - | 11,891,602 |
| Non-current portion of KISTA obligation | 181,563 | - | 181,563 |
| Non-current portion of accrued sick leave | 103,849 | - | 103,849 |
| Total non-current liabilities | 12,177,014 | - | 12,177,014 |
| Total liabilities | \$ 13,605,115 | \$ 8,540 | \$ 13,613,655 |
| NET ASSETS | | | |
| Invested in capital assets, net of related debt | \$ 1,182,688 | \$ 340,039 | \$ 1,522,727 |
| Restricted for: | | | |
| Capital projects | 771,904 | - | 771,904 |
| Other | 96,381 | 202,249 | 298,630 |
| Unrestricted | 581,317 | - | 581,317 |
| Total net assets | 2,632,290 | 542,288 | 3,174,578 |
| Total liabilities and net assets | \$ 16,237,405 | \$ 550,828 | \$ 16,788,233 |

See accompanying notes to financial statements.

CUMBERLAND COUNTY SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
DISTRICT WIDE

For the year ended June 30, 2012

| FUNCTIONS/PROGRAMS | Expenses | Program Revenues | | | Net (Expense) Revenue and Changes in Net Assets | | |
|---|----------------------|----------------------------|--|--|--|-----------------------------|-----------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities | Business-type Activities | Total |
| Governmental Activities | | | | | | | |
| Instruction | \$ 6,549,890 | \$ - | \$ 1,557,928 | \$ - | \$ (4,991,962) | \$ - | \$ (4,991,962) |
| Support services: | | | | | | | - |
| Student | 431,549 | - | - | - | (431,549) | - | (431,549) |
| Instruction staff | 634,399 | - | 381,628 | - | (252,771) | - | (252,771) |
| District administrative | 301,487 | - | - | - | (301,487) | - | (301,487) |
| School administrative | 470,225 | - | - | - | (470,225) | - | (470,225) |
| Business | 291,361 | - | 18,328 | - | (273,033) | - | (273,033) |
| Plant operation and maintenance | 703,732 | - | 2,198 | - | (701,534) | - | (701,534) |
| Student transportation | 546,635 | - | 16,304 | - | (530,331) | - | (530,331) |
| Facilities acquisition and construction | 240,052 | - | 79,653 | - | (160,399) | - | (160,399) |
| Community service activities | 3,278 | - | - | - | (3,278) | - | (3,278) |
| Other | 1,110 | - | - | 81,637 | 80,527 | - | 80,527 |
| Interest on long-term debt | 373,710 | - | - | 63,331 | (310,379) | - | (310,379) |
| Total governmental activities | 10,547,428 | - | 2,056,039 | 144,968 | (8,346,421) | - | (8,346,421) |
| Business-type Activities | | | | | | | |
| Food service | 640,226 | 151,644 | 491,230 | - | - | 2,648 | 2,648 |
| Community Education | 37,145 | 27,334 | 7,070 | - | - | (2,741) | (2,741) |
| Total business-type activities | 677,371 | 178,978 | 498,300 | - | - | (93) | (93) |
| Total school district | \$ 11,224,799 | \$ 178,978 | \$ 2,554,339 | \$ 144,968 | \$ (8,346,421) | \$ (93) | \$ (8,346,514) |
| General Revenues | | | | | | | |
| Property taxes | | | | | \$ 965,942 | \$ - | \$ 965,942 |
| Delinquent property tax | | | | | 22,862 | - | 22,862 |
| Motor vehicle taxes | | | | | 202,367 | - | 202,367 |
| Utility taxes | | | | | 401,238 | - | 401,238 |
| Other taxes | | | | | 186,264 | - | 186,264 |
| Investment earnings | | | | | 74,603 | 3,481 | 78,084 |
| State aid formula grants | | | | | 6,251,481 | - | 6,251,481 |
| Loss on sale of fixed assets | | | | | (70,360) | - | (70,360) |
| Miscellaneous | | | | | 303,971 | - | 303,971 |
| Transfers | | | | | 29,322 | (29,322) | - |
| Total general revenues | | | | | 8,367,690 | (25,841) | 8,341,849 |
| Change in net assets | | | | | 21,269 | (25,934) | (4,665) |
| Net assets - beginning | | | | | 4,592,885 | 568,222 | 5,161,107 |
| Prior Period Adjustment | | | | | (1,981,863) | - | (1,981,863) |
| Net assets - ending | | | | | \$ 2,632,291 | \$ 542,288 | \$ 3,174,579 |

See accompanying notes to financial statements.

CUMBERLAND COUNTY SCHOOL DISTRICT

BALANCE SHEET
GOVERNMENTAL FUNDS

As of June 30, 2012

| | General Fund | Special Revenue | Construction Fund | Other Governmental | Total Governmental |
|--|---------------------|-------------------|-------------------|-----------------------|-----------------------|
| ASSETS | | | | | |
| Cash and cash equivalents | \$ 551,527 | \$ 66,208 | \$ 708,689 | \$ 170,297 | \$ 1,496,721 |
| Investments | 500,000 | - | - | - | 500,000 |
| Other receivables | 51,293 | 203,065 | - | - | 254,358 |
| Prepaid Expenditures | 1,166 | - | - | - | 1,166 |
| Total assets | <u>\$ 1,103,986</u> | <u>\$ 269,273</u> | <u>\$ 708,689</u> | <u>\$ 170,297</u> | <u>\$ 2,252,245</u> |
| LIABILITIES AND FUND BALANCES | | | | | |
| Liabilities | | | | | |
| Accounts payable | \$ 18,454 | \$ 1,167 | \$ - | \$ - | \$ 19,621 |
| Deferred revenue | | 268,106 | - | - | 268,106 |
| Total liabilities | <u>18,454</u> | <u>269,273</u> | <u>-</u> | <u>-</u> | <u>287,727</u> |
| Fund Balances | | | | | |
| Restricted: | | | | | |
| Future Construction | \$ - | \$ - | \$ 708,689 | \$ - | \$ 708,689 |
| SFCC Escrow | | | | 63,215 | 63,215 |
| Sick Leave Payable | 50,000 | - | - | - | 50,000 |
| Other | - | - | - | 107,082 | 107,082 |
| Assigned: | | | | | |
| Site Base CFWD | 46,381 | - | - | - | 46,381 |
| Unassigned: | 989,151 | - | - | - | 989,151 |
| Total fund balances | <u>1,085,532</u> | <u>-</u> | <u>708,689</u> | <u>170,297</u> | <u>1,964,518</u> |
| Total liabilities and fund balances | <u>\$ 1,103,986</u> | <u>\$ 269,273</u> | <u>\$ 708,689</u> | <u>\$ 170,297</u> | <u>\$ 2,252,245</u> |

See accompanying notes to financial statements.

CUMBERLAND COUNTY SCHOOL DISTRICT
RECONCILIATION OF GOVERNMENTAL FUNDS -
BALANCE SHEET TO THE STATEMENT OF NET ASSETS

June 30, 2012

Amounts reported for governmental activities in the statement of net assets are different because:

| | |
|---------------------------------------|--------------|
| Total Fund Balance-Governmental Funds | \$ 1,964,518 |
|---------------------------------------|--------------|

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental:

| | | |
|--------------------------|---------------|------------|
| Cost of capital | \$ 17,189,533 | |
| Construction in progress | 2,808,260 | |
| Accumulated depreciation | (6,017,665) | |
| Bond Issuance Cost | 5,032 | 13,985,160 |

Long-term liabilities including bonds payable are not due and payable in the current period and therefore are not reported as liabilities in the funds:

| | | |
|-----------------------|------------------|---------------------|
| Long-term Obligations | (12,563,301) | |
| KISTA Obligations | (234,139) | |
| Interest payable | (373,710) | |
| Long-term sick leave | <u>(146,238)</u> | <u>(13,317,388)</u> |

| | |
|-------------------------------------|----------------------------|
| Total Net Assets-Governmental Funds | <u><u>\$ 2,632,290</u></u> |
|-------------------------------------|----------------------------|

See accompanying notes to financial statements.

CUMBERLAND COUNTY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the year ended June 30, 2012

| Revenues | General Fund | Special Revenue | Construction Fund | Other Governmental Funds | Total Governmental Funds |
|--|---------------------|------------------------|--------------------------|---------------------------------|---------------------------------|
| From local sources | | | | | |
| Property taxes | \$ 663,486 | \$ - | \$ - | \$ 325,318 | \$ 988,804 |
| Motor vehicle taxes | 202,367 | - | - | - | 202,367 |
| Utilities taxes | 401,238 | - | - | - | 401,238 |
| Other taxes | 186,264 | - | - | - | 186,264 |
| Earnings on investments | 73,717 | 224 | - | 886 | 74,827 |
| Other local revenues | 303,165 | - | - | - | 303,165 |
| State sources | | | | | |
| SEEK | 4,219,595 | - | - | 409,124 | 4,628,719 |
| On Behalf Payments | 1,588,812 | - | - | - | 1,588,812 |
| Other | 19,186 | 395,854 | - | - | 415,040 |
| Federal - indirect | 14,764 | 1,659,961 | - | - | 1,674,725 |
| Other revenues | 806 | - | - | - | 806 |
| Total revenues | 7,673,400 | 2,056,039 | - | 735,328 | 10,464,767 |
| Expenditures | | | | | |
| Instruction | 4,393,158 | 1,580,984 | - | - | 5,974,142 |
| Support services | | | | | |
| Student | 430,741 | - | - | - | 430,741 |
| Instruction staff | 243,147 | 381,628 | - | - | 624,775 |
| District administration | 320,909 | - | - | - | 320,909 |
| School administration | 467,504 | - | - | - | 467,504 |
| Business | 274,661 | 18,328 | - | - | 292,989 |
| Plant operation and maintenance | 700,450 | 2,198 | - | - | 702,648 |
| Student transportation | 474,948 | 16,304 | - | - | 491,252 |
| Food service operation | 50 | - | - | - | 50 |
| Facilities acquisition and construction | - | 79,653 | 1,742,097 | - | 1,821,750 |
| Community service activities | 544 | - | - | - | 544 |
| Debt service | 257,674 | - | 289,218 | 406,888 | 953,780 |
| Total expenditures | 7,563,786 | 2,079,095 | 2,031,315 | 406,888 | 12,081,084 |
| Excess (deficit) of revenues over expenditures | 109,614 | (23,056) | (2,031,315) | 328,440 | (1,616,317) |
| Other Financing Sources (Uses) | | | | | |
| Operating transfers in | 313,169 | 23,056 | - | - | 336,225 |
| Operating transfers out | (23,056) | - | - | (283,847) | (306,903) |
| Total other financing sources (uses) | 290,113 | 23,056 | - | (283,847) | 29,322 |
| Excess (deficit) of revenues and other financing sources over expenditures and other financing uses | 399,727 | - | (2,031,315) | 44,593 | (1,586,995) |
| Net change in fund balances | 399,727 | - | (2,031,315) | 44,593 | (1,586,995) |
| Fund balance, July 1, 2011 | 685,805 | - | 2,740,004 | 125,704 | 3,551,513 |
| Fund balance, June 30, 2012 | \$ 1,085,532 | \$ - | \$ 708,689 | \$ 170,297 | \$ 1,964,518 |

See accompanying notes to financial statements.

CUMBERLAND COUNTY PUBLIC SCHOOLS DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES

For the year ended June 30, 2012

| | |
|---|----------------|
| Total net change in fund balances- governmental funds | \$ (1,586,995) |
|---|----------------|

Amounts reported for governmental activities in the statement of net assets are different because:

| | |
|--|---------|
| Governmental funds report capital outlays as expenditures because they use current financial resources. However in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeds capital outlays in the period. | 932,597 |
|--|---------|

| | |
|---|----------|
| In the statement of activities, only the gain on the sale of asset is reported, whereas in the governmental funds, the entire proceeds from the sale increase financial resources. Thus, the change in net assets differ from the change in fund balances by the basis of the asset sold. | (70,360) |
|---|----------|

| | |
|---|---------|
| Bond proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the statement of net assets however issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly repayment of principal is an expenditure in the governmental funds but reduces the liability in the statement of net assets. This is the amount by which bond proceeds exceed principal payments. | 705,385 |
|---|---------|

| | |
|---|--------|
| In the statement of activities, certain operating expenses such as compensated absences (sick leave), are measured by the amount earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year special termination benefits paid exceed the amounts earned. | 22,049 |
|---|--------|

| | |
|--|---------------|
| Interest on long-term debt in the statement of activities differs from the amount reported in governmental funds because interest is recorded as an expenditure in the fund when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. The additional interest reported in the statement of activities is the net result of accrued interest on bonds. | <u>18,593</u> |
|--|---------------|

| | |
|---|-------------------------|
| Change in Net Assets - Governmental Funds | <u><u>\$ 21,269</u></u> |
|---|-------------------------|

See accompanying notes to financial statements.

CUMBERLAND COUNTY SCHOOL DISTRICT
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS

As of June 30, 2012

| ASSETS | <u>Food Service Fund</u> | <u>Other Enterprise Funds</u> | <u>Total</u> |
|---|------------------------------|-----------------------------------|--------------------------|
| Current Assets | | | |
| Cash and cash equivalents | \$ 145,121 | \$ 52,534 | \$ 197,655 |
| Other receivables | 678 | 2,176 | 2,854 |
| Inventory | 10,280 | - | 10,280 |
| Total current assets | <u>156,079</u> | <u>54,710</u> | <u>210,789</u> |
| Noncurrent Assets | | | |
| Buildings and improvements | 31,375 | 6,831 | 38,206 |
| Furniture and equipment | 491,807 | 6,624 | 498,431 |
| Less: Accumulated depreciation | (183,950) | (12,648) | (196,598) |
| Total noncurrent assets | <u>339,232</u> | <u>807</u> | <u>340,039</u> |
| Total assets | <u><u>\$ 495,311</u></u> | <u><u>\$ 55,517</u></u> | <u><u>\$ 550,828</u></u> |
| LIABILITIES | | | |
| Current Liabilities | | | |
| Accounts payable | \$ 6,006 | \$ - | \$ 6,006 |
| Deferred Revenue | 2,534 | - | 2,534 |
| Total liabilities | <u>8,540</u> | <u>-</u> | <u>8,540</u> |
| NET ASSETS | | | |
| Invested in capital assets, net of related debt | 339,232 | 807 | 340,039 |
| Restricted for: | | | |
| Inventory | 10,280 | - | 10,280 |
| New Assets | 137,259 | 54,710 | 191,969 |
| Total net assets | <u>486,771</u> | <u>55,517</u> | <u>542,288</u> |
| Total liabilities and net assets | <u><u>\$ 495,311</u></u> | <u><u>\$ 55,517</u></u> | <u><u>\$ 550,828</u></u> |

See accompanying notes to financial statements.

CUMBERLAND COUNTY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS

For the year ended June 30, 2012

| | Food Service Fund | Other Enterprise Funds | Total |
|--|--------------------------|---------------------------|--------------------------|
| Operating Revenues | | | |
| Service sales | \$ 151,047 | \$ 27,334 | \$ 178,381 |
| Other operating revenue | 597 | - | 597 |
| Total operating revenues | <u>151,644</u> | <u>27,334</u> | <u>178,978</u> |
| Operating Expenses | | | |
| Salaries and wages | 279,849 | 29,881 | 309,730 |
| Professional and contract services | 14,557 | 3,258 | 17,815 |
| Supplies and materials | 307,873 | 3,774 | 311,647 |
| Depreciation | 36,827 | 45 | 36,872 |
| Other operating expenses | 1,120 | 187 | 1,307 |
| Total operating expenses | <u>640,226</u> | <u>37,145</u> | <u>677,371</u> |
| Operating income (loss) | <u>(488,582)</u> | <u>(9,811)</u> | <u>(498,393)</u> |
| Non-operating revenues (expenses) | | | |
| Federal grants | 451,133 | - | 451,133 |
| State grants | 40,097 | 7,070 | 47,167 |
| Interest income | 3,481 | - | 3,481 |
| Total non-operating revenues (expenses) | <u>494,711</u> | <u>7,070</u> | <u>501,781</u> |
| Transfers Out | (26,457) | (2,865) | (29,322) |
| Net income (loss) | (20,328) | (5,606) | (25,934) |
| Total net assets, July 1, 2011 | <u>507,099</u> | <u>61,123</u> | <u>568,222</u> |
| Total net assets, June 30, 2012 | <u><u>\$ 486,771</u></u> | <u><u>\$ 55,517</u></u> | <u><u>\$ 542,288</u></u> |

See accompanying notes to financial statements.

CUMBERLAND COUNTY SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the year ended June 30, 2012

| | Food Service Fund | Other Enterprise Funds | Total |
|---|----------------------|---------------------------|---------------------|
| Cash Flows from Operating Activities | | | |
| Cash received from sales | \$ 157,565 | \$ 26,844 | \$ 184,409 |
| Cash received from other activities | 597 | - | 597 |
| Cash payments to employees for services | (279,849) | (29,881) | (309,730) |
| Cash payments to suppliers for goods and services | (315,044) | (7,157) | (322,201) |
| Cash payments for other operating activities | (1,120) | (187) | (1,307) |
| Net cash from operating activities | <u>(437,851)</u> | <u>(10,381)</u> | <u>(448,232)</u> |
| Cash Flows from Capital Financing Activities | | | |
| Acquisition of capital assets | (25,456) | - | (25,456) |
| Net cash from capital financing activities | <u>(25,456)</u> | <u>-</u> | <u>(25,456)</u> |
| Cash Flows from Noncapital Financing Activities | | | |
| Transfers | (26,457) | (2,865) | (29,322) |
| Non-operating grants received | 491,230 | 7,070 | 498,300 |
| Net cash from noncapital financing activities | <u>464,773</u> | <u>4,205</u> | <u>468,978</u> |
| Cash Flows from Investing Activities | | | |
| Interest on investments | 3,481 | - | 3,481 |
| Net cash flows from investing activities | <u>3,481</u> | <u>-</u> | <u>3,481</u> |
| Net increase in cash and cash equivalents | 4,947 | (6,176) | (1,229) |
| Cash and cash equivalents - beginning | 140,174 | 58,710 | 198,884 |
| Cash and cash equivalents - ending | <u>145,121</u> | <u>52,534</u> | <u>197,655</u> |
| Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities | | | |
| Operating income (loss) | (488,582) | (9,811) | (498,393) |
| Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities | | | |
| Depreciation | 36,827 | 45 | 36,872 |
| Changes in assets and liabilities: | | | |
| Receivables | 3,984 | (490) | 3,494 |
| Inventory | 1,380 | | 1,380 |
| Accounts payable | 6,006 | (125) | 5,881 |
| Deferred Revenue | 2,534 | - | 2,534 |
| Net Cash Provided by Operating Activities | <u>\$ (437,851)</u> | <u>\$ (10,381)</u> | <u>\$ (448,232)</u> |

See accompanying notes to financial statements.

CUMBERLAND COUNTY SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS

June 30, 2012

| ASSETS | <u>Trust/Agency Fund</u> |
|---|---------------------------------|
| Current Assets | |
| Due from other funds | <u>\$ 263,995</u> |
| Total assets | <u><u>\$ 263,995</u></u> |
| LIABILITIES | |
| Current Liabilities | |
| Due to school groups | <u>\$ 263,995</u> |
| Total net assets and liabilities | <u><u>\$ 263,995</u></u> |

See accompanying notes to financial statements.

CUMBERLAND COUNTY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE- FIDUCIARY FUNDS

For the year ended June 30, 2012

| | <u>Trust/Agency Fund</u> |
|---|------------------------------|
| Additions | |
| Revenues from student activities | \$ 301,219 |
| Deduction | |
| Non-instructional expenses | <u>(291,444)</u> |
| Change in revenues over expenses | 9,775 |
| Due to school groups - beginning | <u>254,220</u> |
| Due to school groups - ending | <u><u>\$ 263,995</u></u> |

See accompanying notes to financial statements.

CUMBERLAND COUNTY SCHOOL DISTRICT

GENERAL FUND

BUDGETARY COMPARISON SCHEDULE

For the year ended June 30, 2012

| | Original Budget | Final Budget | Actual | Variance with Final Budget Favorable (Unfavorable) | Variance % Favorable (Unfavorable) |
|---|--------------------|------------------|---------------------|---|---|
| REVENUES | | | | | |
| From local sources | | | | | |
| Taxes | | | | | |
| Property taxes | \$ 660,000 | \$ 664,186 | \$ 663,486 | \$ (700) | -0.11% |
| Motor vehicle taxes | 200,000 | 200,000 | 202,367 | 2,367 | 1.18% |
| Utility taxes | 412,000 | 412,000 | 401,238 | (10,762) | -2.61% |
| Other taxes | 300,135 | 181,135 | 186,264 | 5,129 | 2.83% |
| Earnings on investments | 77,916 | 60,000 | 73,717 | 13,717 | 22.86% |
| Other local revenues | 17,200 | 136,200 | 303,165 | 166,965 | 122.59% |
| State Sources | | | | | |
| SEEK | 4,029,971 | 4,219,595 | 4,219,595 | - | 0.00% |
| Other | 19,200 | 19,200 | 1,607,998 | 1,588,798 | 8274.99% |
| Federal-Indirect | - | - | 14,764 | 14,764 | -100.00% |
| Other | 1,200 | 1,200 | 806 | (394) | -32.83% |
| Inter-fund transfers | 117,044 | 315,848 | 313,169 | (2,679) | -0.85% |
| Beginning Balance | 582,178 | 635,805 | 685,805 | | |
| Less On-Behalf Payments | | | (1,588,812) | (1,588,812) | |
| TOTAL REVENUES | <u>6,416,844</u> | <u>6,845,169</u> | <u>7,083,562</u> | <u>188,393</u> | <u>2.75%</u> |
| EXPENDITURES | | | | | |
| Instructional | 3,157,163 | 3,168,607 | 4,393,158 | (1,224,551) | -38.65% |
| Student services | | | | | |
| Student | 422,752 | 422,752 | 430,741 | (7,989) | -1.89% |
| Instructional staff | 213,794 | 214,371 | 243,147 | (28,776) | -13.42% |
| District administrative | 241,676 | 241,676 | 320,909 | (79,233) | -32.78% |
| School administrative | 479,113 | 479,114 | 467,504 | 11,610 | 2.42% |
| Business | 262,554 | 262,554 | 274,661 | (12,107) | -4.61% |
| Plant operation and maintenance | 696,418 | 705,537 | 700,450 | 5,087 | 0.72% |
| Student transportation | 455,615 | 455,615 | 474,948 | (19,333) | -4.24% |
| Community Services | 10,413 | 10,413 | 544 | 9,869 | 94.78% |
| Debt service | 279,572 | 451,341 | 257,674 | 193,667 | 42.91% |
| Other | 350 | 350 | 50 | 300 | 85.71% |
| Inter-fund transfers | 16,639 | 16,639 | 23,056 | (6,417) | -38.57% |
| Contingency | 180,785 | 416,200 | - | 416,200 | 100.00% |
| Less On-Behalf Payments | | | (1,588,812) | 1,588,812 | |
| TOTAL EXPENDITURES | <u>6,416,844</u> | <u>6,845,169</u> | <u>5,998,030</u> | <u>847,139</u> | <u>12.38%</u> |
| Excess (Deficit) of Revenues Over Expenditures | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,085,532</u> | <u>\$ 1,035,532</u> | <u>15.13%</u> |

NOTE: BUDGET INFORMATION IS DERIVED FROM THE DISTRICT'S ANNUAL FINANCIAL REPORT, WHICH MAY VARY FROM THE BASIC FINANCIAL STATEMENTS. THE VARIATIONS ARE PRIMARILY DUE TO PRESENTATION OF OTHER FINANCING SOURCES (USES) OF FUNDS AND TRANSFERS.

See accompanying notes to financial statements.

CUMBERLAND COUNTY SCHOOL DISTRICT
SPECIAL FUND
BUDGETARY COMPARISON SCHEDULE

For the year ended June 30, 2012

| | Original Budget | Final Budget | Actual | Variance with Final Budget Favorable (Unfavorable) | Variance % Favorable (Unfavorable) |
|---|--------------------|------------------|------------------|---|---|
| REVENUES | | | | | |
| From local sources | | | | | |
| Earnings on investments | \$ - | | \$ 224 | \$ 224 | 100.00% |
| Intergovernmental - state | 362,686 | 373,721 | 395,854 | 22,133 | 5.92% |
| Intergovernmental - Federal | 1,285,938 | 1,405,184 | 1,659,961 | 254,777 | 18.13% |
| Inter-fund transfers | 16,639 | 23,056 | 23,056 | - | 0.00% |
| TOTAL REVENUES | <u>1,665,263</u> | <u>1,801,961</u> | <u>2,079,095</u> | <u>277,134</u> | <u>15.38%</u> |
| EXPENDITURES | | | | | |
| Instructional | 1,140,340 | 1,288,101 | 1,580,984 | (292,883) | -22.74% |
| Student services: | | | | | |
| Instructional staff | 419,744 | 411,913 | 381,628 | 30,285 | 7.35% |
| Business | - | - | 18,328 | (18,328) | 100.00% |
| Plant operation and maintenance | - | 2,198 | 2,198 | - | 0.00% |
| Student transportation | 24,125 | 20,096 | 16,304 | 3,792 | 18.87% |
| Community services | 81,054 | 79,653 | - | 79,653 | 100.00% |
| TOTAL EXPENDITURES | <u>1,665,263</u> | <u>1,801,961</u> | <u>2,079,095</u> | <u>(277,134)</u> | <u>-15.38%</u> |
| Excess (Deficit) of Revenues Over Expenditures | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>0.00%</u> |

NOTE: BUDGET INFORMATION IS DERIVED FROM THE DISTRICT'S ANNUAL FINANCIAL REPORT, WHICH MAY VARY FROM THE BASIC FINANCIAL STATEMENTS. THE VARIATIONS ARE PRIMARILY DUE TO PRESENTATION OF OTHER FINANCING SOURCES (USES) OF FUNDS AND TRANSFERS.

See accompanying notes to financial statements.

CUMBERLAND COUNTY SCHOOL DISTRICT
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS

As of June 30, 2012

| | <u>Building Fund</u> | <u>Capital Outlay Fund</u> | <u>Total Non-Major Funds</u> |
|--------------------------------------|----------------------|--------------------------------|----------------------------------|
| ASSETS | | | |
| Cash and cash equivalents | \$ 150,871 | \$ 19,426 | \$ 170,297 |
| Total assets | <u>\$ 150,871</u> | <u>\$ 19,426</u> | <u>\$ 170,297</u> |
| LIABILITIES AND FUND BALANCES | | | |
| Fund Balances | | | |
| Restricted: | | | |
| SFCC Escrow | \$ 44,050 | \$ 19,165 | \$ 63,215 |
| Others | 106,821 | 261 | 107,082 |
| Total fund balances | <u>\$ 150,871</u> | <u>\$ 19,426</u> | <u>\$ 170,297</u> |

See accompanying notes to financial statements.

CUMBERLAND COUNTY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS

For the year ended June 30, 2012

| | Building Fund | Capital Outlay Fund | Total Non-major Govt. Funds |
|---|--------------------------|-------------------------|--------------------------------|
| Revenues | | | |
| From local sources | | | |
| Property taxes | \$ 325,318 | \$ - | \$ 325,318 |
| Earning on Investments | 624 | 262 | 886 |
| State sources | | | |
| SEEK | 318,844 | 90,280 | 409,124 |
| Total revenues | <u>644,786</u> | <u>90,542</u> | <u>735,328</u> |
| Expenditures | | | |
| Debt service | 406,888 | - | 406,888 |
| Total expenditures | <u>406,888</u> | <u>-</u> | <u>406,888</u> |
| Excess (deficit) of revenues over expenditures | <u>237,898</u> | <u>90,542</u> | <u>328,440</u> |
| Other Financing Sources (Uses) | | | |
| Operating transfers out | (193,567) | (90,280) | (283,847) |
| Total other financing sources (uses) | <u>(193,567)</u> | <u>(90,280)</u> | <u>(283,847)</u> |
| Net change in fund balances | 44,331 | 262 | 44,593 |
| Fund balance, July 1, 2011 | <u>106,540</u> | <u>19,164</u> | <u>125,704</u> |
| Fund balance, June 30, 2012 | <u><u>\$ 150,871</u></u> | <u><u>\$ 19,426</u></u> | <u><u>\$ 170,297</u></u> |

See accompanying notes to financial statements.

CUMBERLAND COUNTY SCHOOL DISTRICT
CUMBERLAND COUNTY HIGH SCHOOL ACTIVITY FUND
ALL FUNDS COMBINED
STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE
For the year ended June 30, 2012

| Individual Funds | Cash Balance June 30, 2011 | Receipts | Disburse- ments | Transfers In (Out) | Ending Cash and Fund Balance June 30, 2012 |
|------------------------|----------------------------------|------------|--------------------|--------------------------|--|
| General | \$ 2,553 | \$ 6,949 | \$ (9,433) | \$ 2,453 | \$ 2,522 |
| Book | 17 | - | - | - | 17 |
| Library | 44 | 1,468 | (1,428) | - | 84 |
| Concessions | 9,866 | 5,795 | (3,984) | - | 11,677 |
| Flowers | 3,001 | 1,396 | (1,221) | - | 3,176 |
| Donation Fund | 53 | 467 | (467) | - | 53 |
| Student Rewards | 598 | 718 | (1,287) | - | 29 |
| 21st Century | - | 1,410 | - | - | 1,410 |
| Beta | 189 | 13,186 | (12,270) | (12) | 1,093 |
| FCCLA | 529 | 12,813 | (11,645) | (105) | 1,592 |
| FFA Club | 607 | 20,538 | (22,932) | 2,250 | 463 |
| Drama Club | 575 | 515 | (8) | - | 1,082 |
| Y Club | 161 | - | - | - | 161 |
| STLP | 96 | 120 | (92) | - | 124 |
| FBLA | 544 | 7,001 | (5,507) | 228 | 2,266 |
| Academic Team | 587 | 2,000 | (1,607) | - | 980 |
| FCA | 27 | - | - | - | 27 |
| Vocational Agriculture | 8,464 | 11,931 | (8,262) | (2,000) | 10,133 |
| Industrial Tech | 203 | 2,651 | (2,211) | (404) | 239 |
| Art | 226 | 10 | - | - | 236 |
| English | 370 | 730 | (652) | - | 448 |
| Biology | 724 | - | - | - | 724 |
| Spanish | 1,131 | 25 | - | (12) | 1,144 |
| Special Education | 392 | - | - | - | 392 |
| Math & Science Club | 660 | - | - | - | 660 |
| Athletic | 55,927 | 34,723 | (37,893) | (124) | 52,633 |
| Cheerleading | 171 | 770 | (780) | - | 161 |
| Archery | 220 | 190 | (190) | - | 220 |
| Seniors 2011 | 986 | - | - | (986) | - |
| Seniors 2012 | 1,332 | 1,500 | (1,638) | (1,194) | - |
| Seniors 2013 | - | 2,885 | (1,831) | (94) | 960 |
| Yearbook | 13,819 | 6,445 | (6,617) | - | 13,647 |
| Guidance | 244 | 461 | (698) | - | 7 |
| Lewis Williams AC | 3,930 | - | (500) | - | 3,430 |
| Total | \$ 108,246 | \$ 136,697 | \$ (133,153) | \$ - | \$ 111,790 |

See accompanying notes to financial statements.

CUMBERLAND COUNTY SCHOOL DISTRICT
ELEMENTARY AND MIDDLE SCHOOLS ACTIVITY FUNDS
ALL FUNDS COMBINED
STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE
For the year ended June 30, 2012

| Schools | Cash Balance | Receipts | Disburse- ments | Cash Balance And Fund Balance |
|-------------------------|-------------------|-------------------|---------------------|----------------------------------|
| | June 30, 2011 | | | June 30, 2012 |
| Cumberland County | | | | |
| Elementary School | \$ 23,178 | \$ 64,712 | \$ (60,770) | \$ 27,120 |
| Middle School | 81,089 | 91,109 | (91,049) | 81,149 |
| Family Resource Savings | 11,602 | 234 | - | 11,836 |
| Family Resource Center | 30,105 | 8,467 | (6,472) | 32,100 |
| Total | <u>\$ 145,974</u> | <u>\$ 164,522</u> | <u>\$ (158,291)</u> | <u>\$ 152,205</u> |

See accompanying notes to financial statements.

CUMBERLAND COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Fiscal Year Ended June 30, 2012

| <u>Program Title</u> | <u>MUNIS Number</u> | <u>Federal CFDA No.</u> | <u>Award Expenditures</u> | <u>Total By CFDA No.</u> |
|---|--------------------------------|------------------------------------|--------------------------------------|-------------------------------------|
| U. S. DEPARTMENT OF AGRICULTURE | | Cluster | | |
| <i>Passed Through Kentucky Department of Education:</i> | | | | |
| <u>Child Nutrition Cluster</u> | | | | |
| School Breakfast Program | 203X | 10.553 | \$ 111,576 | |
| National School Lunch Program | 205X | 10.555 | 313,504 | |
| Summer Food Service Program for Children | 209X | 10.559 | - | \$ 425,080 ** |
| <i>Passed Through Kentucky Department of Agriculture:</i> | | | | |
| Commodity Supplemental Food Program | 201X | 10.565 | 37,923 | 37,923 |
| TOTAL U.S. DEPARTMENT OF AGRICULTURE | | | | 463,003 |
| U. S. DEPARTMENT OF EDUCATION | | | | |
| <i>Passed Through Kentucky Department of Education:</i> | | | | |
| Adult Education - Core Services / Family Literacy | 3732 | 84.002 | 30,411 | |
| Adult Education - Prof/Staff Development | 3732S | 84.002 | 688 | |
| Recruitment, Retention and Results | 3651 | 84.002 | 8,800 | 39,899 |
| <u>Title I, Part A Cluster</u> | | | | |
| Title I: Part A - Improving Basic Programs | 3101 | 84.010 | 105,441 | |
| Title I: Part A - Improving Basic Programs | 3102 | 84.010 | 251,709 | |
| Title I - Deferred Amount | 3101T | 84.010 | 20,036 | |
| Title I - Deferred Amount | 3102T | 84.010 | 4,810 | |
| Title I - Professional Development - District Improvement | 3100D | 84.010 | 420 | |
| Title I - Professional Development - District Improvement | 3101D | 84.010 | 7,793 | |
| Title I - Professional Development - District Improvement | 3102D | 84.010 | 48,649 | |
| Title I - Parent Involvement | 3101M | 84.010 | 85 | |
| Title I - Parent Involvement | 3102M | 84.010 | 1,409 | |
| Title I - School Improvement Funds | 3200 | 84.010 | 502 | |
| Title I - School Improvement Funds | 3201 | 84.010 | 105,093 | 545,947 |
| <u>Special Education Cluster</u> | | | | |
| IDEA B - BASIC - Special Education Cluster | 3371 | 84.027 | 17,158 | |
| IDEA B - BASIC - Special Education Cluster | 3372 | 84.027 | 159,760 | |
| IDEA B - Preschool - Special Education Cluster | 3432 | 84.173 | 13,314 | 190,232 |
| Career and Technical Education (Carl D. Perkins- Carry forward) | 3480A | 84.048 | 505 | |
| Career and Technical Education (Carl D. Perkins- Carry forward) | 3481A | 84.048 | 629 | |
| Career and Technical Education (Carl D. Perkins) | 3481 | 84.048 | 1,886 | |
| Career and Technical Education (Carl D. Perkins) | 3482 | 84.048 | 12,558 | 15,578 |
| 21st Century Community Learning Center - Elementary School | 5500E | 84.287 | 20,336 | |
| 21st Century Community Learning Center - Elementary School | 5501E | 84.287 | 98,422 | |
| 21st Century Community Learning Center - Middle School | 5500C | 84.287 | 19,148 | |
| 21st Century Community Learning Center - Middle School | 5501C | 84.287 | 44,511 | |
| 21st Century Community Learning Center - High School | 5501 | 84.287 | 116,305 | |
| 21st Century Community Learning Center - YPQA | 5500Q | 84.287 | 3,564 | |
| 21st Century Community Learning Center - Supplemental Funds | 5500Z | 84.287 | 49,000 | |

See accompanying notes to Schedule of Expenditures of Federal Awards.

CUMBERLAND COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Fiscal Year Ended June 30, 2012

| <u>Program Title</u> | <u>MUNIS Number</u> | <u>Federal CFDA No.</u> | <u>Award Expenditures</u> | <u>Total By CFDA No.</u> | |
|--|--------------------------------|------------------------------------|--------------------------------------|-------------------------------------|----|
| 21st Century Community Learning Center - Supplemental Funds | 5501J | 84.287 | 15,280 | | |
| 21st Century Community Learning Center - Summer Program | 5501S | 84.287 | 1,651 | | |
| 21st Century Community Learning Center - Summer Program | 5502S | 84.287 | 10,301 | 378,518 | ** |
| <u>Education Technology State Grant Cluster</u> | | | | | |
| ARRA - Title II:Part D - Education Technology - Competitive | 4860 | 84.386 | 1,647 | 1,647 | |
| GEAR UP | 3791G | 84.334 | 2,624 | | |
| GEAR UP | 3792G | 84.334 | 58,770 | 61,394 | |
| Title VI: Part B, Subpart 2 - Rural & Low Income Schools | 3502 | 84.358 | 21,824 | 21,824 | |
| Title II: Part A - High Quality Teachers & Principals | 4012 | 84.367 | 85,774 | 85,774 | |
| ARRA - School Improvement Grants | 5600B | 84.388 | 50,000 | 50,000 | |
| Education Jobs Fund | 4411 | 84.410 | 177,156 | 177,156 | ** |
| TOTAL U.S. DEPARTMENT OF EDUCATION | | | | <u>1,567,969</u> | |
| APPALACHIAN REGIONAL COMMISSION | | | | | |
| <i>Passed through Morehead State University</i> | | | | | |
| Appalachian Higher Education Network (KY AHED) | 6881 | 23.011 | 545 | | |
| Appalachian Higher Education Network (KY AHED) | 6882 | 23.011 | <u>3,834</u> | 4,379 | |
| U.S. DEPARTMENT OF ENERGY | | | | | |
| School Energy Managers Project (SEMP) | 5692 | 81.041 | <u>2,198</u> | 2,198 | |
| CORPORATION FOR NATIONAL AND COMMUNITY SERVICES | | | | | |
| Service Learning Grant | 6751 | 94.004 | <u>4,496</u> | 4,496 | |
| U.S. DEPARTMENT OF LABOR | | | | | |
| <i>Under contract by and between the Lake Cumberland Area Development District</i> | | | | | |
| Workforce Investment Act - Youth Activity | 5882 | 17.259 | 48,232 | | |
| Workforce Investment Act - Youth Activity (Out-Of-School) | 5882C | 17.259 | <u>32,686</u> | 80,918 | |
| TOTAL EXPENDITURES OF FEDERAL AWARDS | | | | <u><u>\$2,122,963</u></u> | |

Tested as Major Program or Cluster **